



Earnings Release

1Q23

05/11/2023

ri.sanepar.com.br

Curitiba, May 11, 2023.

Companhia de Saneamento do Paraná – SANEPAR (SAPR3 – ON; SAPR4 – PN; SAPR11 – UNITS) presents the financial and operating results for the 1st quarter of 2023 (1Q23). The economic information was prepared in compliance with the accounting practices adopted in Brazil, which cover Brazilian corporate law, pronouncements, guidelines, and interpretations issued by the Accounting Pronouncements Committee (in Portuguese *Comitê de Pronunciamentos Contábeis* - CPC) and based on the accounting standards and procedures set by the Brazilian Securities and Exchange Commission (in Portuguese *Comissão de Valores Mobiliários* - CVM).

HIGHLIGHTS 1Q23

EBITDA Margin	Net Profit (MM)
1Q22: +42.3% → 1Q23: +45.7%	1Q22: BRL 291.9MM → 1Q23: BRL 319.6MM
Number of Economic Units	Net Debt/ EBITDA
Água + 1.6% Esgoto + 2.8%	1.7x
Net Revenue	CAPEX (MM)
1Q23: +3.4%	1Q22: BRL 352.5 → 1Q23: BRL 402.7

	1Q23 (1)	1Q22 (2)	Var. (1/2)	1Q21 (3)	Var. (2/3)
Net Revenue	1,454.0	1,406.8	3.4%	1,226.5	14.7%
Operating Income	547.6	490.3	11.7 %	428.3	14.5%
EBITDA	663.9	595.7	11.4 %	522.7	14.0%
Net Profit	319.6	291.9	9.5%	246.5	18.4%
ROE	13.2	15.3	-2.1 p.p.	14.0	1.3 p.p.
ROIC	10.7	12.8	-2.1 p.p.	11.5	1.3 p.p.
Net Debt	3,966.2	3,145.9	26.1%	2,777.1	13.3%
Gross Margin	55.2	54.0	1.2 p.p.	56.6	-2.6 p.p.
Operating Margin	30.4	28.8	1.6 p.p.	28.3	0.5 p.p.
Net Margin	22.0	20.7	1.3 p.p.	20.1	0.6 p.p.
EBITDA Margin	45.7	42.3	3.4 p.p.	42.6	-0.3 p.p.
Equity Debt	46.9	48.1	-1.2 p.p.	48.4	-0.3 p.p.
Net Debt / EBITDA	1.7	1.3	0.4 p.p.	1.4	-0.1 p.p.

1. OPERATING DATA

1.1. MARKET

Agreements as a % of the Company's Total Revenue, as of March 31, 2023:

Agreements (% of Total Revenue) ¹				Coverage ratio		Total active economic units (in thousands)	
Municipalities	Total revenue %	Remaining period of concession	Type of concession	Water	Sewage	Water	Sewage
Curitiba	22.0%	25.3 yr.	Water & Sewage	100%	99.0%	836.8	821.9
Londrina	7.1%	23.3 yr.	Water & Sewage	100%	94.9%	263.2	249.7
Maringá	5.1%	17.4 yr.	Water & Sewage	100%	100.0%	174.3	194.1
Ponta Grossa	3.8%	3.0 yr.	Water & Sewage	100%	92.0%	159.2	144.3
Cascavel	3.6%	1.7 yr.	Water & Sewage	100%	100.0%	135.1	143.9
Foz do Iguaçu	3.5%	20.9 yr.	Water & Sewage	100%	81.3%	122.3	100.0
São José dos Pinhais	2.9%	20.8 yr.	Water & Sewage	100%	83.4%	120.5	99.0
Colombo	1.9%	25.1 yr.	Water & Sewage	100%	73.2%	88.3	63.6
Guarapuava	1.7%	19.6 yr.	Water & Sewage	100%	85.9%	71.5	60.8
Toledo	1.6%	2.4 yr.	Water & Sewage	100%	82.4%	63.7	52.0
Other municipalities	46.8%					2,221.7	1,389.7
Total				100.0%	79.1%	4,256.6	3,319.0

¹ Information not audited or reviewed by independent auditors.

Agreement expiry details:

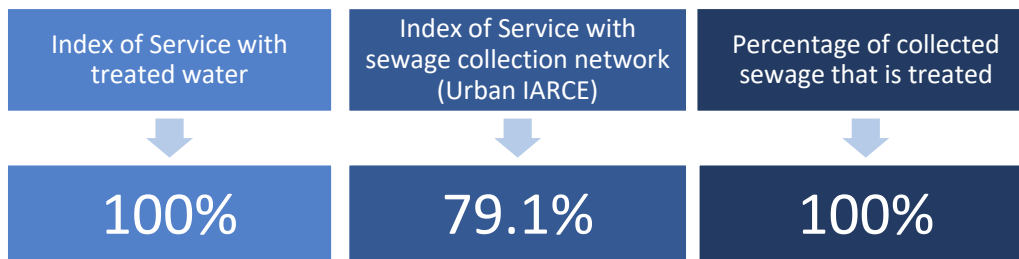
Concession / Program Agreements ¹	Number of Agreements ¹	Intangible Assets Agreement Assets Financial Assets (in BRL million) ^{1,2}	% of the total revenue ¹	% of EBTIDA ¹
Expired Contracts	22	680.0	5.0	5.0
Contracts expiring in 2023	15	75.5	0.6	0.4
Contracts expiring between 2024 and 2033	53	2,454.6	19.6	19.6
Contracts expiring after 2033 ³	256	9,138.2	74.8	75.0
Totais	346	12,348.3	100.0	100.0

¹ Information not audited or reviewed by independent auditors.

² Carrying amount.

³ Includes the municipality of Maringá, the amendment of which, that extended the grant until 2040, is currently being challenged in court.

Service: Water and Sewage



Water Connections

Number of Water Connections*	MAR/23 (1)	%	MAR/22 (2)	%	Var. % (1/2)
Residential	3,111,070	90.8	3,060,439	90.9	1.7
Commercial	248,717	7.3	241,797	7.2	2.9
Industrial	13,798	0.4	13,619	0.4	1.3
Public Utility	24,258	0.7	23,984	0.7	1.1
Public Administration	27,407	0.8	27,029	0.8	1.4
Total	3,425,250	100.0	3,366,868	100.0	1.7

* Information not audited or not reviewed by independent auditors.



Sewage Connections

Number of Sewage Connections*	MAR/23 (1)	%	MAR/22 (2)	%	Var.% (1/2)
Residential	2,225,157	90.4	2,165,915	90.5	2.7
Commercial	197,838	8.0	191,235	8.0	3.5
Industrial	6,310	0.3	6,152	0.3	2.6
Public Utility	16,043	0.7	15,699	0.7	2.2
Public Administration	15,353	0.6	14,916	0.5	2.9
Total	2,460,701	100.0	2,393,917	100.0	2.8

* Information not audited or not reviewed by independent auditors.



1.2 OPERATING PERFORMANCE

Evolution of the Measured Volume of Water

Measured Water Volume - million m ³ *	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Residential	113.1	112.8	0.3
Commercial	10.3	9.9	4.0
Industrial	2.8	3.2	-12.5
Public Utility	1.3	1.3	0.0
Public Administration	4.3	4.2	2.4
Total	131.8	131.4	0.3

* Information not audited or not reviewed by independent auditors.

Evolution of Invoiced Water Volume

Invoiced Water Volume - million m ³ *	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Residential	117.9	117.2	0.6
Commercial	11.3	10.8	4.6
Industrial	2.9	3.6	-19.4
Public Utility	1.0	1.1	-9.1
Public Administration	4.3	4.3	0.0
Total	137.4	137.0	0.3

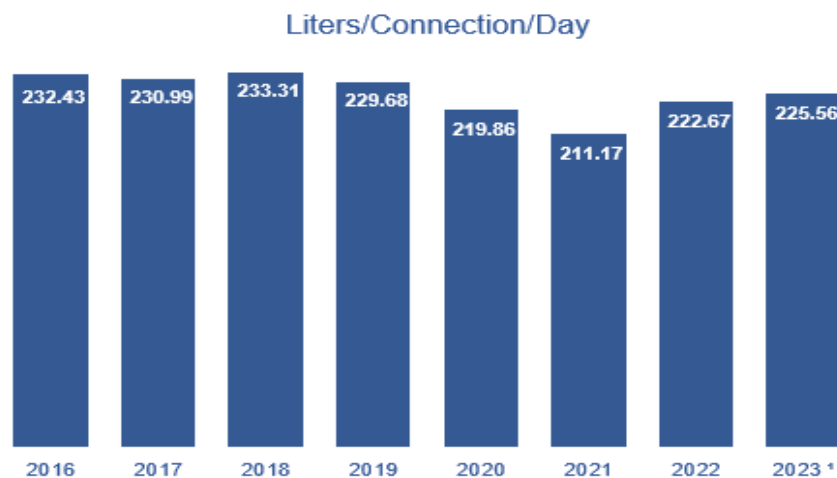
* Information not audited or not reviewed by independent auditors.

Evolution of Invoiced Sewage Volume

Invoiced Sewage Volume - million m ³ *	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Residential	91.5	89.4	2.3
Commercial	10.5	9.9	6.1
Industrial	1.0	0.8	25.0
Public Utility	0.9	0.9	-
Public Administration	3.4	3.3	3.0
Total	107.3	104.3	2.9

* Information not audited or not reviewed by independent auditors.

Evolution of the Loss Per Connection Index*



* Information not audited or not reviewed by independent auditors.

* As of the Fiscal Year of 2023, in line with the legal aspects of the Regulatory Framework for Sanitation and by determination of Regulatory Agency of the State of Paraná (in Portuguese *Agência Reguladora do Estado do Paraná – AGEPAR*), which established the use as an indicator of the Loss Per Connection Index in the Brazilian Sanitation Information System (in Portuguese *Sistema Nacional de Informações sobre Saneamento*) standard, the Company changed the way of calculating and presenting this indicator.

The Loss Per Connection Index calculated in the SNIS standard considers the volume of water losses defined as the difference between the produced volume, the balance between the exported and imported volume, and the micro volume measured in the hydrometers, excluding the service volume (operating, recovered, and special), being presented on an accumulated basis for a period of 12 months.

¹ Accumulated values for the last 12 months.

Water and Sewage: General Data

Water*	1Q23 (1)	1Q22 (2)	Var. (1/2)	1Q21 (3)	Var. (2/3)
Units served by the distribution network	4,256,603	4,188,105	1.6%	4,109,337	1.9%
Number of treatment stations	168	168	-	168	-
Number of wells	1,187	1,169	1.5%	1,260	-7.2 %
Number of surface catchment	233	236	-1.3%	233	1.3 %
Km of laid network	60,330	59,283	1.8%	57,979	2.2 %
Volume produced (m ³)	203,581,085	198,111,314	2.8%	185,456,414	6.8 %
Billing losses%	32.49	30.86	1.63 p.p.	29.69	1.17 p.p.
Revenues delinquency rate %	- 4.72	5.73	-10.45 p.p.	3.59	2.14 p.p.

* Information not audited or not reviewed by independent auditors.

Sewage*	1Q23 (1)	1Q22 (2)	Var. % (1/2)	1Q21 (3)	Var.% (2/3)
Units served by the collection network	3,319,013	3,229,549	2.8 %	3,141,932	2.8 %
Number of treatment stations	263	260	1.2 %	257	1.2 %
Km of laid network	41,075	39,897	3.0 %	38,985	2.3 %
Volume collected in m ³	101,973,929	99,195,497	2.8 %	93,543,997	6.0 %

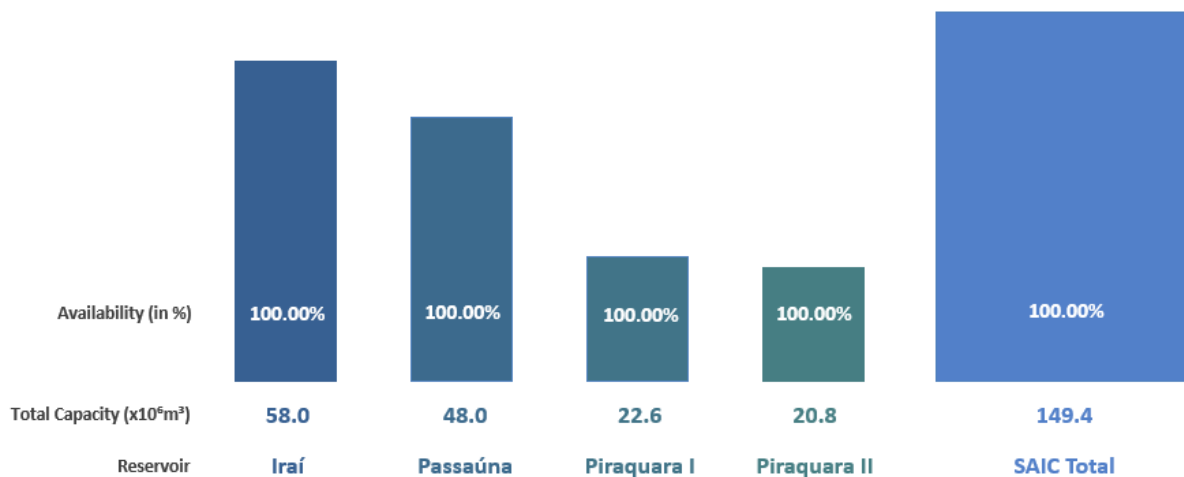
* Information not audited or not reviewed by independent auditors.

Available Volumes

The average volume available from the Curitiba Integrated Supply System (In Portuguese *Sistema de Abastecimento Integrado de Curitiba - SAIC*) is composed of the Piraquara I, Piraquara II, Iraí, and Passaúna Dams. In the Municipality of Foz do Iguaçu, Sanepar uses water from the Itaipu Binacional Hydroelectric Dam, from the Itaipu Lake, on the Paraná River.

As of March 31, 2023, the average reserve volume was at 100% (99.7% as of 12/31/2022).

SAIC Dam Levels on 03/31/2023*



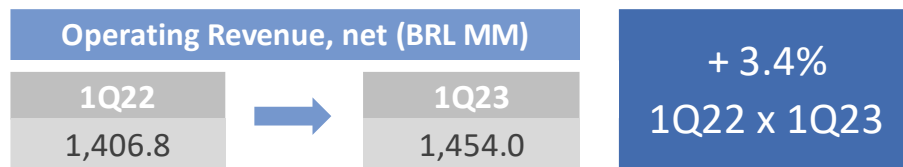
*Information not audited or not reviewed by independent auditors.

2. FINANCIAL DETAILS

2.1 ECONOMIC PERFORMANCE

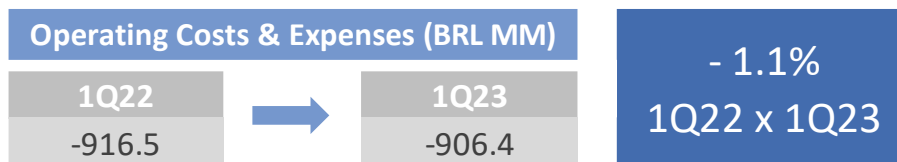
Operating Revenue

Operating revenue - In BRL million	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Revenues from water	1,003.1	920.0	9.0
Revenues from sewage	519.6	546.6	-4.9
Revenues from services	24.1	28.2	-14.5
Revenues from solid waste	3.3	3.1	6.5
Services provided to Municipalities	5.7	5.3	7.5
Donations made by clients	99.3	7.4	25.7
Other revenues	2.0	1.4	42.9
Total Operating Revenue	1,567.1	1,512.0	3.6
COFINS	-93.1	-86.5	7.6
PASEP	-20.0	-18.7	7.0
Total of Deductions	-113.1	-105.2	7.5
Total of Operating Revenue, net	1,454.0	1,406.8	3.4



The increase in net operating revenue was due to: (i) the tariff adjustment of 4.96% as of May 17, 2022; (ii) the increase in invoiced volumes of water and sewage; and (iii) the increase in the number of connections.

Operating Costs and Expenses



Operating Costs & Expenses BRL million	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Personnel	-317.8	-281.8	12.8
Materials	-80.4	-64.3	25.0
Electricity	-117.2	-171.8	-31.8
Third-party services	-182.2	-175.2	4.0
Depreciation and amortization	-116.3	-105.4	10.3
Losses in Realization of Credits	45.4	-51.2	-188.7
Net Realizable Value of Inventory	-	-0.1	-100.0
Municipal Sanitation and Environmental Funds	-26.7	-18.7	42.8
Regulatory fee	-8.8	-7.0	25.7
Indemnifications for damages to third parties	-2.9	-1.2	141.7
Expenses capitalized	27.5	29.1	-5.5
Losses due to non-recoverability of assets	-63.4	-11.3	461.1
Provision for contingencies	-11.4	-20.2	-43.6
Pension plan and health insurance	-24.5	-19.9	23.1
Profit sharing program	-3.9	-	-
Eventual losses	-1.4	-1.1	27.3
Environmental Fines	-0.1	0.1	-200.0
Assets write-off, net	-0.4	-0.7	-42.9
Other costs and expenses	-21.9	-15.8	38.1
Total	-906.4	-916.5	-1.1

The main variations were due to:

Personnel

Growth of 12.8%, due to: (i) salary adjustment of 5.5% (INPC) on labor charges and benefits regarding the Collective Bargaining Agreement - ACT 2022/2024 (base date March 2023); (ii) salary adjustment of 10.8% (INPC) on Collective Bargaining Agreement - ACT 2022/2024 (base date March 2022), fully reflected on the 1Q23; (iii) adjustment of 10.5% of SANESAÚDE in June 2022; (iv) Labor indemnities in the amount of BRL 17.8 million (BRL 12.2 million in the same period of 2022); and (v) provision for indemnity allowance in the amount of BRL 15.6 million (BRL 14.0 million in the same period of 2022).

Materials

An increase of 25.0%, mainly in treatment materials, which represents 70.2% of total expenses with materials in the quarter. Other materials also had an impact, such as: preservation material and administrative assets, laboratory materials, safety and protection material, and network maintenance material.

Electricity

A decrease of 31.8%, mainly due to the decrease in the ICMS (State Goods and Services Tax) rate from 29% to 18% on electricity bills, offset by the 3% decrease in the subsidy applied to consumer units that benefited from the sanitation discount, from 6% to 3%, and the reflection of the average tariff adjustment of 4.90% applied as of 06/24/2022.

Third-Party Services

Growth of 4.0%, mainly in registration and billing services, surveillance services, collection services, network maintenance services, and sewage waste removal.

Depreciation and Amortization

An increase of 10.3%, mainly due to the beginning of operations of intangible assets and/or fixed assets, in the period from April 2022 to March 2023, in the amount of BRL 981.1 million (net of write-offs).

Losses from Credit Realization

Reduction of 188.7%, mainly due to the maintenance of the Private Customer Credit Recovery Program (in Portuguese *Programa de Recuperação de Crédito Cliente Particular* - RECLIP) until 07/31/2023, which provides for the payment in installments of debts of private customers in up to 60 installments, without penalty and with interest on installments of only 0.3% per month.

Municipal Sanitation and Environmental Management Fund

An increase of 42.8%, mainly as a result of the increase in the calculation base related to tariff adjustment, and, also a reflection of the renegotiation of rates on the occasion of the formalization of the Updated Contractual Terms with the Microregions of Public Water and Sanitary Sewage Services of the State of Paraná.

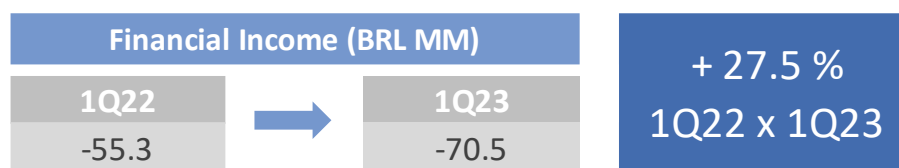
Provisions for Contingencies

Increase of 461.1%, mainly due to provisioning as a probable loss of environmental lawsuits regarding notices of violation by the Brazilian Institute of the Environment and Renewable Natural Resources – IBAMA, and the Parana Soil and Water Institute – IAT, in the amount of BRL 12.1 million, in addition to the registration of a supplementary provision and new labor lawsuits in the amount of BRL 68.7 million, the purposes of which mainly arise from: (i) reinstatement of retirees; (ii) additional allowances and overtime; (iii) salary parity; and (iv) lawsuits filed by the Engineers Union (in Portuguese *Sindicato dos Engenheiros* – SENGE) regarding salary differences under the Positions, Careers, and Compensation Plan (in Portuguese *Plano de Cargos, Carreiras e Remuneração* – PCCR), offset by the write-off of 138 labor lawsuits in the amount of BRL 17.3 million due to definitive write-offs and procedural filing.

2.2 ECONOMIC INDICATORS

Financial Income

Financial income (loss) - in BRL million	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Financial revenues			
Financial investments	42.7	34.3	24.5
Monetary variation gains	29.7	46.2	83.3
Exchange rate variation gains	0.1	2.2	-95.5
Other financial revenues	-4.1	6.2	-166.1
Total financial revenues	68.4	58.9	16.1
Financial expenses			
Interest and fees on loans, financing, debentures and leases	-98.9	-80.7	22.6
Exchange rate variation losses	-39.0	-30.5	27.9
Derivative losses	-0.6	-2.4	-75.0
Other financial expenses	-0.4	-0.6	33.3
Total financial expenses	-138.9	-114.2	21.6
Financial income (loss)	-70.5	-55.3	27.5

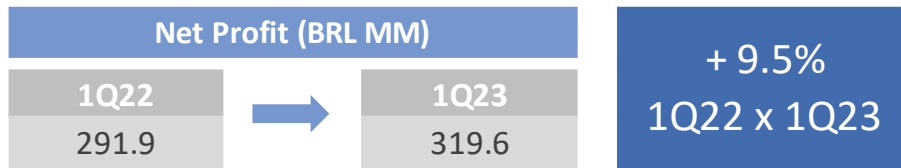


The Financial Revenues increased by 16.1%, from BRL 58.9 million in the 1Q22 to BRL 68.4 million in the 1Q23, mainly due to the change in the SELIC interest rate.

Financial Expenses increased 21.6%, mainly in expenses with interest and fees on financing, loans, debentures, and leases, from BRL 80.7 million, in 1Q22, to BRL 98.9 million, in 1Q23, due to the increase in the basis for calculating financial charges due to the raising of funds from third parties, as well as the adjustment for inflation of debts, mainly due to the increase in the CDI (*Interbank Deposit Certificate*) compared to the same period in 2022.

Economic Income

Economic Result - BRL million	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Operating income	547.6	490.3	11.7
Financial income (loss)	-70.5	-55.3	27.5
Taxes on income	-157.5	-143.1	10.1
Net income for the period	319.6	291.9	9.5



The result was impacted by the 3.4% growth in net operating revenue, and the 1.1% reduction in operating costs and expenses.

The Result for the 1Q23 was not affected by non-recurring items.

Distribution of Generated Economic Wealth

Distribution of Generated Economic Wealth - In BRL million	1Q23 (1)	1Q22 (2)	Var.% (1/2)
Personnel remuneration	296.3	260.7	13.7
Government Compensation (taxes)	319.6	294.6	8.5
Third-party compensation (rents)	2.3	2.4	-4.2
Return on debt capital (interest and monetary variations)	138.9	114.2	21.6
Net income for the period not distributed	319.6	292.0	9.5
Total Economic Wealth	1,076.7	963.9	11.7

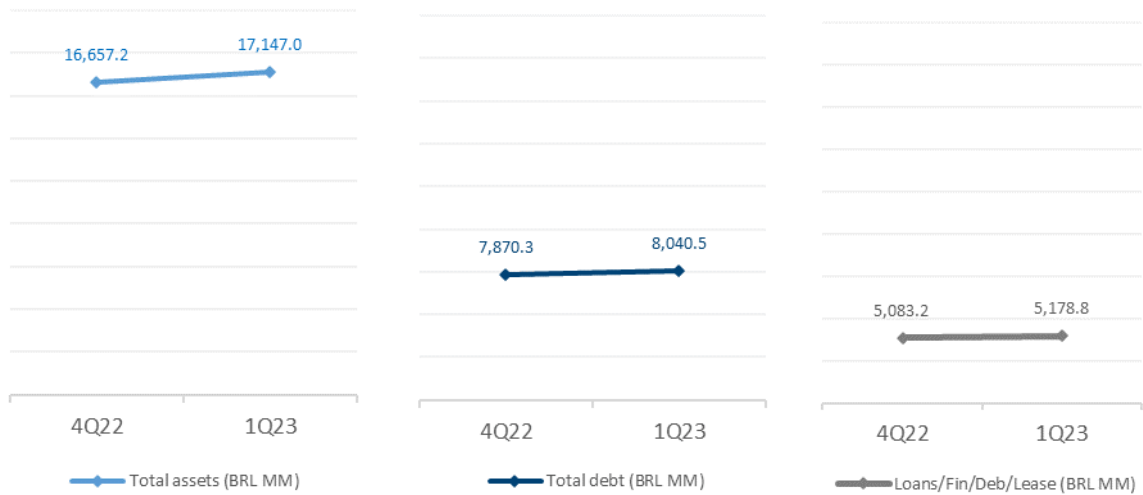
Sanepar's growth and development strategy, to operate in a public utility market, also open to the private sector, is based on seeking effective results, commitment to the quality of services provided, and meeting the needs of the Government and of shareholders.

Economic Indicators

Economic Indicators - in BRL million	1Q22 (1)	1Q21 (2)	Var. (1/2)
Net operating revenue	1,454.0	1,406.8	3.4 %
Operating profit	547.6	490.3	11.7 %
Net Income	319.6	291.9	9.5 %
% Operating revenue*	30.4	28.8	1.6 p.p.
% Net margin*	22.0	20.7	1.3 p.p.
% Return on average shareholders' equity *	3.6	3.7	-0.1 p.p.
Net debt / EBITDA (12 month accumulated) *	1.7	1.3	0.4 p.p.

* Information not audited or not reviewed by independent auditors.

Evolution of Assets and Debts



Evolution of Indicators

	Reference	1Q23	4Q22	Var.
Equity	BRL million	9,106.5	8,786.9	3.6 %
Share value *	BRL	6.03	5.81	3.8 %
Indebtedness level *	%	46.9	47.2	-0.3 p.p.
Current ratio *	BRL	1.55	1.52	2.0 %
Quick ratio *	BRL	1.51	1.47	2.7 %

* Information not audited or not reviewed by independent auditors.

EBITDA and Operating Cash Generation

EBITDA - BRL Million *	1Q23 (1)	1Q22 (2)	Var. (1/2)
Net income for the period	319.6	291.9	9.5
(+) Taxes on Income	157.5	143.1	10.1
(+) Financial income (loss)	70.5	55.3	27.5
(+) Depreciation and amortization	116.3	105.4	10.3
EBITDA	663.9	595.7	11.4
% EBITDA Margin	45.7	42.3	3.4 p.p.
% EBITDA conversion into cash	72.5	81.6	-9.1 p.p.

* Information not audited or not reviewed by independent auditors.

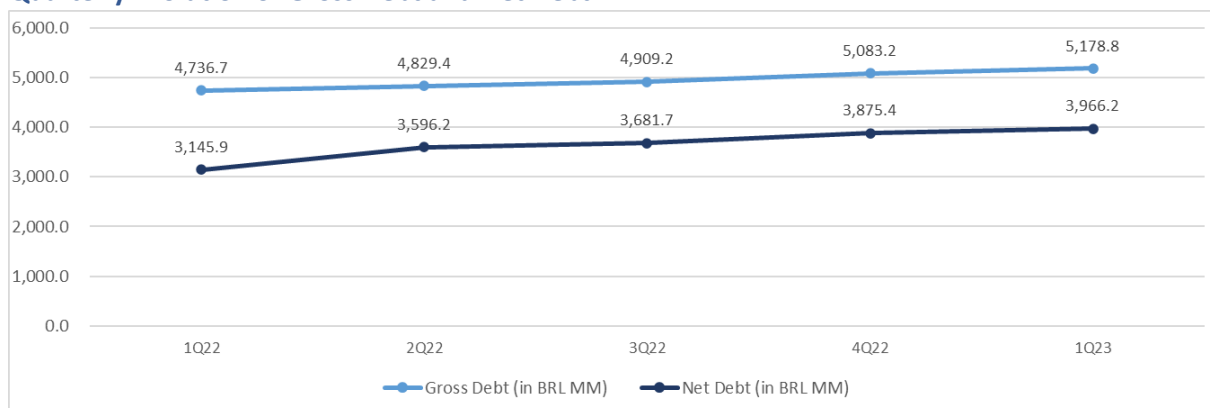
The EBITDA margin went from 42.3% to 45.7%, impacted by the 3.4% growth of the net revenue, and the 2.6% reduction in operating costs and expenses that impact the EBITDA. Operating cash generation in 1Q23 was BRL 481.5 million, a decrease of 1.0% compared to 1Q22. The conversion of the EBITDA into Operating Cash was of 72.5%.

2.3 INVESTMENTS

Investments – BRL Million	1Q23 (1)	1Q22 (2)	Var. % (1/2)
Water	154.2	160.3	-3.8
Sewage	227.8	178.5	27.6
Other investments	20.7	13.7	51.1
Total	402.7	352.5	14.2

2.4 INDEBTEDNESS

Quarterly Evolution of Gross Debt and Net Debt



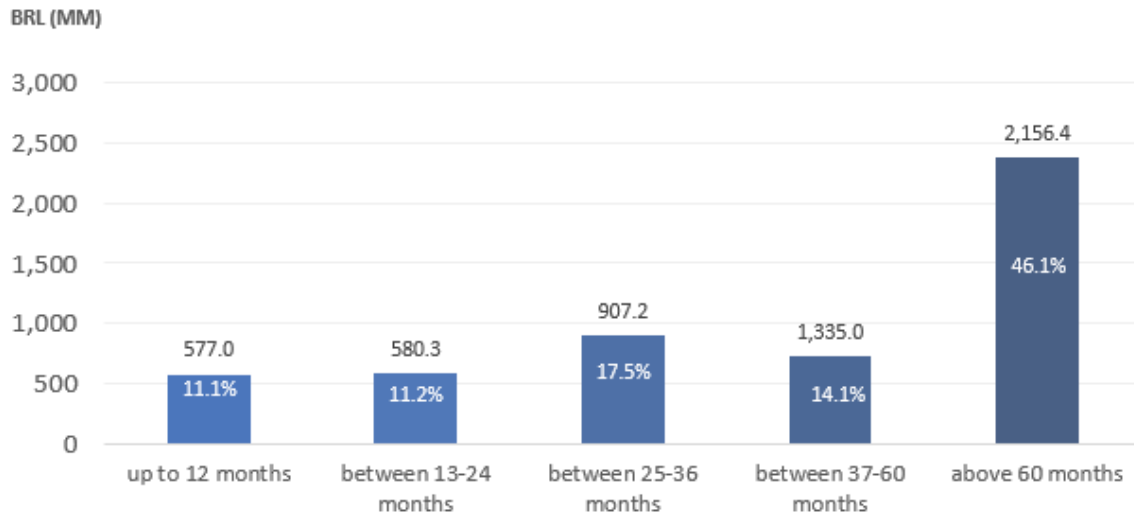
Leverage Ratio (Net Debt/EBITDA - accumulated 12 months) and Level of Indebtedness

	1Q22	1Q23
Leverage Ratio	1.3x	1.7x
Indebtedness level	48.1%	46.9%

Breakdown of loans, financing, debentures, and leases as of 03/31/2023:

Indebtedness - BRL million	Annual interest rate	Index	Contract term	Debt balance	%
Caixa Econômica Federal	6.62% to 12.00%	TR	4/19/2046	1,719.0	33.2
Debentures 10th Issue - single series	4.66%	IPCA	3/15/2027	427.4	8.3
Debentures 12th Issue – 2nd series	5.89%	IPCA	1/15/2032	320.3	6.2
Leasing Operations (Paraná Coast)	11.14%	IPC-FIPE	12/7/2036	314.4	6.1
Debentures 12th Issue – 1st series	DI + 1.08%	-	1/15/2027	304.4	5.9
BNDES - PAC2	TJPL + 1.67% & 2.05%	-	6/15/2029	279.9	5.4
Debentures 11th Issue – 2nd series	4.25%	IPCA	3/15/2029	240.3	4.6
Debentures 9th Issue – 1st series	106.05% on DI	-	6/11/2024	207.5	4.0
Debentures 11th Issue – 3rd series	4.49%	IPCA	3/17/2031	186.3	3.6
Leasing - Right of Use	9.10%	-	6/30/2028	175.6	3.4
Debentures 8th Issue – 2nd series	108.00% on DI	-	6/21/2023	161.1	3.1
Debentures 9th Issue – 2nd series	107.25% on DI	-	6/11/2026	157.3	3.0
Debentures 11th Issue – 1st series	DI + 1.65%	-	3/16/2026	129.0	2.5
Debentures 4th Issue – 1st series	TJLP + 1.67%	-	7/15/2027	104.9	2.0
Debentures 7th Issue – 2nd series*	4.79%	IPCA	11/15/2038	80.6	1.6
BNDES - AVANÇAR	3.59% and 5.60%	IPCA	12/15/2041	80.3	1.5
Debentures 4th Issue – 2nd series	7.44%	IPCA	7/15/2027	71.3	1.4
Debentures 2nd Issue – 2nd series	9.19%	IPCA	9/15/2024	49.3	0.9
Debentures 7th Issue – 1st series*	5.2%	IPCA	11/15/2038	41.9	0.8
Debentures 7th Issue – 4th series	6.57%	IPCA	11/15/2038	41.7	0.8
Debentures 2nd Issue – 3rd series	TJLP + 1.92%	-	9/15/2024	24.8	0.5
Debentures 7th Issue – 3rd series	6.97%	IPCA	11/15/2038	22.6	0.4
Debentures 2nd Issue – 1st series	TJLP + 1.92%	-	9/15/2024	18.6	0.4
KFW Bank	1.35%	EURO	12/30/2032	15.3	0.3
Banco Itaú PSI	3.00% to 6.00%	-	1/15/2025	3.6	0.1
Banco do Brasil - PSI	3.00% to 6.00%	-	4/15/2024	1.4	-
Total				5,178.8	100.0

* IPCA (Broad Consumer Price Index) as a variable component of the TLP (Long Term Rate)

Debt breakdown by maturity

3. REGULATIONS

Portion F - Portion A variation account (CVA)

The account for Offsetting the Variation of Items in Portion "A" (In Portuguese *Compensação de Variação dos Itens da Parcela A - CVA*) corresponds to the offsetting of the total of monthly differences, positive or negative, adjusted at IPCA, calculated according to variations in the costs classified as unmanageable, which, until the 1st stage of the 2nd RTP, were the following: electricity, chemical products, and sector charges by the IPCA.

CVA is set based on the historical cost verified in period t-1, previous year, for the three aforementioned components and is passed on via adjustment in period t, year of the processing adjustment.

The calculation of the tariff adjustment of Portion A assumes that in the following period there shall be exactly the same volume (m³) verified in the base year of the calculation, and at the end of period t, the CVA balance would be zero.

Therefore, the basic formulation of the tariff adjustment does not guarantee perfect pass-through of unmanageable costs to the consumer since it does not consider, for example, the difference between the benchmark market and the investment market (invoiced m³).

Until March 2023, the Company's CVA, calculated on a managerially, provided a negative balance of BRL 2 million, which Sanepar should recover, via tariff.

The Company is disclosing Adjusted EBITDA with non-manageable items as a metric to analyze the impacts of offsetting items in portion "A" (electricity, treatment materials, fees, and charges) of the tariff model approved on the 1st RTP.

Adjusted EBITDA with non-manageable items is a non-accounting measurement and should not be considered individually as an operating indicator or cash flow or to measure the Company's liquidity or debt capacity.

The calculation of Adjusted EBITDA based on EBITDA, which follows CVM Resolution No. 156, of June 23, 2022, considers the estimated amounts of unmanageable items accrued until March 31, 2023.

Calculation of Adjusted EBITDA

EBITDA - BRL million *	1Q23
EBITDA	663.9
(+) Non-manageable items	(2.0)
Electricity	(33.3)
Treatment material	19.0
Fee and charges	12.3
(=) Adjusted EBITDA with non-manageable items	661.9
% EBITDA Margin with non-manageable items	45.5%

* Information not audited or not reviewed by independent auditors.

It is important to point out that the current tariff model is under review through the 2nd RTP. Thus, the published tariff information is preliminary, there is even indication of a change in the classification of unmanageable costs to be considered by the regulatory agent.

1st Stage of the 2nd RTP

On 01/04/2021, AGEPAR opened Public Consultation No. 001/2021, regarding the 1st stage of the 2nd Periodic Tariff Review (*Revisão Tarifaria Periódica* - RTP) and submitted nine (09) Technical Notes for contributions up to 02/17/2021. On 03/31/2021, the Agency held Public Hearing No. 001/2021 to discuss the Technical Notes already updated after the contributions from the Public Consultation. On 04/14/2021, the Board of Directors of AGEPAR, at Extraordinary Meeting No. 012/2021, decided to approve the new tariff repositioning of 5.7701%, as a result of the 1st stage of the 2nd RTP. The repositioned tariff came into force 30 days after its approval, applicable from May 17, 2021 (base date).

1st RTP Deferment

Also, in the 1st stage of the 2nd RTP, AGEPAR updated the calculation rule regarding the amortization of the deferment portion arising from the 1st RTP. In the defined calculation, the deferment debit balance was estimated based on the balance calculated from the differences between the Required Revenue and the Verified Revenue forecast until May/2021 and resulted in the amount of BRL 1.709 billion, an amount which was integrated into the tariff through an offset installment over the tariff cycle (2021 – 2024) of BRL 0.459 per m³, calculated based on the equality of a cash flow deducted by the regulatory WACC. It should be noted that the amount will be forecast again each year to cover fluctuations in the SELIC interest rate (deferment correction rate).

The deferment arises from the 1st RTP of Sanepar, when the Company was authorized by the Regulatory Agency for Delegated Public Services of Paraná (*Agência Reguladora de Serviços Públicos Delegados do Paraná* - AGEPAR), through Authorizing Resolution No. 003, of April 12, 2017, to apply the repositioning tariff of 25.63% as of April 17, 2017, as provided for in article 3:

Article 3 - To define that the application of the tariff review approved under article 2 of this Resolution shall be deferred for eight (8) years, with the first installment corresponding, in 2017, to an average repositioning of eight point fifty-three percent (8.53%), and the others

in seven (7) installments of two point eleven percent (2.11%), plus the corresponding financial adjustment and economic adjustment, which will be carried out by applying the weighted average rate of daily financing calculated in the Special System for Settlement and Custody (*Sistema Especial de Liquidação e Custódia* - SELIC), as defined in the Technical Note approved in article 1 of this Resolution.

Regarding accounting records, in analogy to Technical Guideline OCPC 08 - Recognition of Certain Assets and Liabilities in General Purpose Accounting and Financial Reports of Electric Energy Distributors issued under the Brazilian and International Accounting Standards, the Company does not record in the Financial Statements the amounts receivable from the deferment, considering that: (i) the realization or enforceability of these amounts would depend on a future event not fully controllable by the entity - future invoicing of water and sewage services; (ii) it is not practicable to know, at the time the right to receive arises, who the debtors of these amounts are; and (iii) the effective receipt of these amounts will only occur upon the maintenance of the grants.

2nd Stage of the 2nd RTP (in progress)

The 2nd stage of the 2nd RTP was in progress, according to AGEPAR Resolution No. 007 of 03/29/2022, which addresses the following topics: (i) approval of the work schedule for the 2nd Stage of the 2nd Sanepar RTP, which is scheduled to be completed in April 2023; (ii) adjustment of the current tariffs for Sanepar's water and sewage services, on the base date of May 17, 2022; (iii) establishment of the inclusion of possible offsetting necessary to maintain the current base date, of May 17, in the tariff resulting from the 2nd stage of the 2nd Sanepar RTP.

On 05/02/2022, Sanepar's Executive Board approved the process of hiring the company to perform the service of surveying the Regulatory Asset Base for the 2nd stage of the 2nd RTP, and, on 05/09/2022, the service order was signed, effectively starting the works. The contracted service comprises the survey, evaluation, and reconciliation of the incremental base and the operation of the 1st RTP's asset base. The winning company in the bidding process is SETAPE Serviços Técnicos de Avaliação do Patrimônio e Engenharia Ltda.

On 06/28/2022, the Board of Directors of AGEPAR decided, at Ordinary Meeting No. 21/2022, to open Public Consultation No. 003/2022, aimed at obtaining contributions, suggestions, proposals, criticisms, and other relevant manifestations, by any interested parties, regarding the topics related to the 2nd RTP presented in the Technical Notes in numbers: 1/2022 - X Factor Methodology - Sharing of productivity gains; 3/2022 - Q Factor Methodology: Quality Factor; 4/2022 - Treated Water Losses and 5/2022 - Risk Matrix. On 07/28/2022, Sanepar presented its contributions on the topics put up for public consultation.

On 10/11/2022, the Board of Directors of AGEPAR decided, at the Ordinary Meeting nº 29/2022, to open Public Consultation No. 007/2022 - Topic No. 2, of the 2nd Stage of the 2nd Periodic Tariff Review (RTP) by SANEPAR, in technical notes numbers: 2/2022 - Efficient Operating Costs, 7/2022 - Irrecoverable Revenues, 8/2022 Market Projections, 9/2022 - Other Revenues, and 10/2022 - Investment Plan Evaluation, intended to obtain contributions, suggestions, proposals, criticisms, and

other relevant manifestations, by any interested parties. On 11/17/2022, Sanepar presented its contributions on the topics put up for public consultation.

At the beginning of October 2022, the company SETAPE, after surveying, reconciling, and evaluating the assets of Sanepar, delivered the report containing the assessment of the incremental base for the period 2016 - 2020 and the operations of the asset base of the 1st RTP, which was forwarded to AGEPAR, on 10/21/2022. The amounts presented in the Appraisal Report sent to the Agency were: Gross BAR of BRL 23.6 billion, and net BAR of BRL 15.6 billion.

On 01/30/2023, the Board of Directors of AGEPAR resolved, at Extraordinary Meeting No. 2/2023, to open Public Consultation No. 001/2023 - Topic No. 3 of the 2nd Stage of the 2nd RTP of SANEPAR, Technical Note No. 14/2022 - Proposal of Tariff Structure for the Basic Sanitation Service in the State of Paraná, aimed at obtaining contributions, suggestions, proposals, criticisms, and other relevant statements, by any interested parties. On 03/08/2023, Sanepar presented its contributions on the topics put up for public consultation.

On 03/01/2023, Sanepar's statements were submitted to AGEPAR in relation to the Preliminary Report prepared by the Agency regarding the Inspection of the BAR Report, and the updated Appraisal Report was restated, containing the following amounts: Gross BAR of BRL 23.5 billion, and net BAR of BRL 15.4 billion.

On 03/10/2023, the Board of Directors of AGEPAR decided, at the Extraordinary Meeting No. 05/2023, to open Public Consultation No. 002/2023 - Topic No. 4, of the 2nd Stage of the 2nd RTP by SANEPAR, Technical Notes No. 001/2023 - Methodology of Verified Revenue; No. 002/2023 – Methodology of Required Revenue; No. 003/2023 – Methodology of Compensatory Adjustments; No. 004/2023 – Methodology of Economic and Financial Imbalances; No. 005/2023 – Overall Financial Methodology for Tariff Definition, and No. 006/2023 – Supplementary Aspects of the Regulatory Asset Base Assessment Methodology - BAR, intended to obtain contributions, suggestions, proposals, criticisms, and other relevant statements, by any interested parties. On 03/30/2023, Sanepar presented its contributions on the topics put up for public consultation.

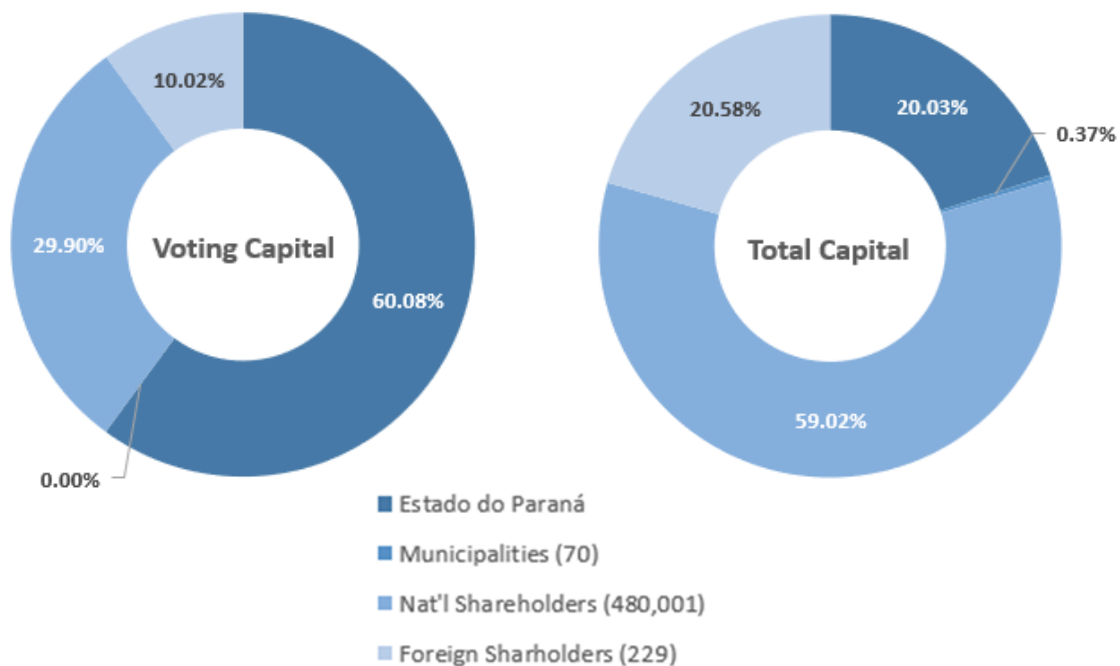
The Public Hearing No. 001/2023 – AGEPAR was held 04/18/2023, in which the results of the studies regarding the definition of the tariff, and the tariff structure of the 2nd Stage of the 2nd RTP of Sanepar by the Agency, were submitted. Sanepar sent written contributions on 04/14/2023. The tariff repositioning presented for the Public Hearing was of 8.47%.

On 04/20/2023, the Board of Directors of AGEPAR approved the rate of 8.2327% regarding the 2nd RTP, with the new tariff becoming effective as of May 17.

4. STOCK MARKET

4.1 SHAREHOLDER CAPITAL BREAKDOWN on 03/31/2023

SHAREHOLDERS	Number of Shares			Shareholder Cap (BRL thousands)			% of share	
	ON	PN	Total	ON	PN	Total	Voting Capital	Total Capital
Estado do Paraná	302,653,775	3	302,653,778	801,092	0	801,092	60.08%	20.03%
Municipalities (70)	-	5,561,963	5,561,963		14,722	14,722	0.00%	0.37%
Nat'l Shareholders (480,001)	150,625,780	741,375,398	892,001,178	398,690	1,962,342	2,361,032	29.90%	59.02%
Foreign Sharholders (229)	50,455,704	260,532,896	310,988,600	133,551	689,603	823,154	10.02%	20.58%
TOTAL	503,735,259	1,007,470,260	1,511,205,519	1,333,333	2,666,667	4,000,000	100.00%	100.00%



4.2 SECURITIES

Security	Ticker	Closing Value 1Q22	Closing Value 1Q23	Variation between 1Q22 and 1Q23
Common Shares	SAPR3	BRL 3.98	BRL 3.54	-11.06%
Preferred Shares	SAPR4	BRL 4.10	BRL 3.63	-11.46%
Units	SAPR11	BRL 20.37	BRL 18.11	-11.09%

Comparison between book value and market value (in BRL)*



*Amounts adjusted to the split occurred in March 2020

The book value of each share at the end of 1Q23 was BRL 6.03, compared to BRL 5.81 at the end of 1Q22. The Company's market value on 03/31/2023 is approximately BRL 5.4 billion.

4.3 PAYOUT

According to the Bylaws, the portion regarding the mandatory dividend may not be less than 25% of the adjusted net income, pursuant to article 202 of Law 6.404/76.

Pursuant to the current dividend policy, the Management may, besides the mandatory annual dividend, subject to financial health and the public interest that motivated the creation of the Company, approve the distribution of an additional dividend at up to 25% of net income. For shareholders holding preferred shares, Interest on Equity (or dividends) per share is 10% higher than that attributed to common shares.

The credit of the compensation to the Company's shareholders is attributed based on the shareholding position on the last business day of June and December of each fiscal year. And negotiations after the credit are considered ex-dividends (interest on equity and dividends).

Interest on Equity is subject to Withholding Income Tax, except for shareholders who declare themselves immune or exempt.

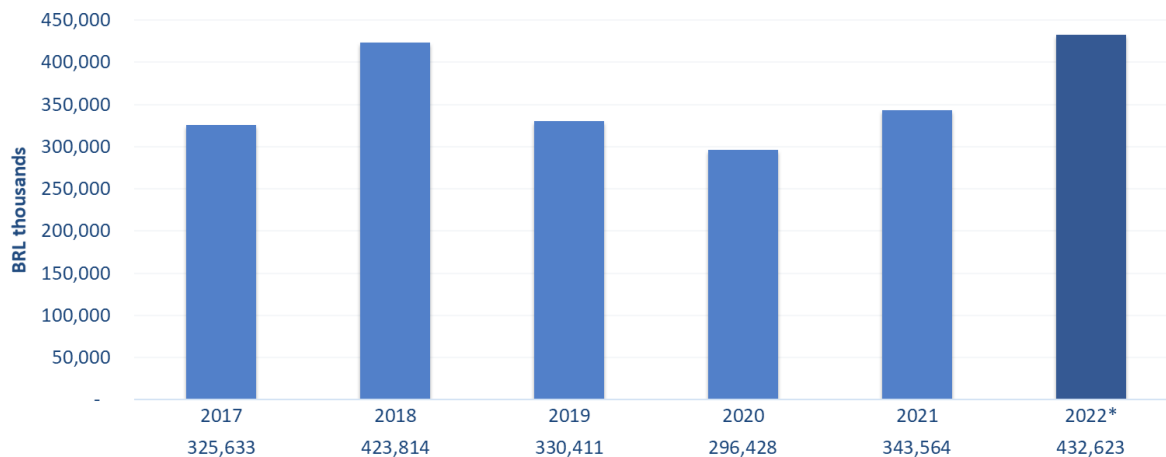
For the first half of 2022, the calculated (gross) amount of Interest on Equity, subject to the legal limit of the TJLP variation in the period, was BRL 154,206,243.29. This amount replaces the Mandatory Dividends, as provided for in the articles of incorporation and based on the results assessed in the 1st

half of 2022. The credit of Interest on Equity (JCP) was decided by the Board of Directors at its 6th/2022 Ordinary Meeting of June 23, 2022, and disclosed to the market in the Notice to Shareholders on the same date, considering the shareholding position (data-com) as of June 30, 2022.

For the second half of 2022, the calculated (gross) amount of Interest on Equity, subject to the legal limit of the TJLP variation in the period, was BRL 278,416,914.89. This amount replaces the Mandatory Dividends, as provided for in the articles of incorporation and based on the results assessed in the 2nd half of 2022. The credit of Interest on Equity (JCP) was decided by the Board of Directors at its 12th/2022 Ordinary Meeting of December 15, 2022, and disclosed to the market in the Notice to Shareholders on the same date, considering the shareholding position (data-com) as of December 29, 2022.

The financial availability of the respective amounts will take place on 06/27/2023, as defined in the 59th Annual General Meeting, held on 04/28/2023.

Shareholders' compensation:



*JCP credited for the 1st and 2nd Semester of 2022.

Dividends/JCP per share:

Security	Total per share (2021): IoE & Dividends		IoE 1 st Half 2022		IoE 2 nd Half 2022	
Common Shares	BRL	0.213135581	BRL	0.095664257	BRL	0.172720292
Preferred Shares	BRL	0.234449139	BRL	0.105230683	BRL	0.189992322
Units	BRL	1.150932139	BRL	0.516586990	BRL	0.932689579

5. OTHER INFORMATION

5.1 ESG AGENDA – ENVIRONMENTAL, SOCIAL, AND GOVERNANCE

The Company remains committed to the process of crystallizing ESG concepts throughout its Value Chain.

After the unprecedented feat achieved in 2022 – Participation in the Sustainability Index – ISE B3 2022/2023, Sanepar focuses its ESG efforts on improving such result. To this end, the Company entered into a partnership with the international multilateral platform – Carbon Disclosure Project – CDP, with the purpose of leveraging its capacity for comparative analyzes regarding ESG performance indicators.

As of 2023, the Company will implement the independent external verification procedure – limited assurance (NBC TO 3000), to certify its non-financial information, disclosed in the Integrated Report format.

Income Statement	1Q23	1Q22	1Q21
Net Operating Revenue	1,454.0	1,406.8	1,226.5
Costs of Services Provided	-588.6	-589.8	-496.3
Gross Profit	865.4	817.0	730.2
Operating Expenses	-317.8	-326.7	-301.9
Commercial	-26.0	-114.9	-78.8
Administrative	-186.6	-158.7	-142.2
Civil, Labor, Tax & Environmental Provisions	-63.4	-11.3	-47.7
Retirement and Health Care Plan Provisions	-11.4	-20.2	-14.7
Profit Sharing Program	-24.5	-19.9	-17.4
Other Operating Expenses (Revenues)	-5.5	-1.0	-0.7
Equity Results Method	-0.4	-0.7	-0.4
Income Before Financial Result and Taxes	547.6	490.3	428.3
Financial Result	-70.5	-55.3	-55.3
Financial Revenues	68.4	58.9	15.6
Financial Expenses	-138.9	-114.2	-70.9
Result before taxes on the profit	477.1	435.0	373.0
Income Tax and Social Contribution on the Profit	-157.5	-143.1	-126.5
Net Profit in the Period	319.6	291.9	246.5

Balance Sheet - Assets	MAR 23	DEC 22	DEC 21
Current Assets			
Cash & Cash Equivalent	1,212.7	1,207.9	983.1
Accounts Receivable from Customers	1,138.1	1,086.2	971.5
Stocks	71.4	76.9	57.7
Taxes to Recover	39.5	38.3	11.4
Linked Deposits	36.3	23.7	14.4
Derivative Financial Instruments	16.0	16.1	12.7
Other Accounts Receivable	24.6	20.7	20.8
Total Current Assets	2,538.6	2,469.8	2,071.6
Non-current Assets			
Accounts Receivable from Customers	191.2	125.7	51.6
Deferred Income Tax & Social Contribution	727.7	686.9	679.5
Linked Deposits	77.6	75.2	59.0
Judicial Deposits	525.4	507.3	408.6
Contractual Financial Assets	708.6	676.5	603.0
Contracts Assets	2,893.4	2,746.4	1,869.7
Other Accounts Receivable	41.7	42.2	44.0
Investments	2.5	2.0	2.0
Fixed Asset	352.5	370.5	312.7
Intangible Asset	9,087.8	8,954.7	8,538.9
Total Non-current Assets	14,608.4	14,187.4	12,569.0
Total Assets	17,417.0	16,657.2	14,640.6

Balance Sheet - Liabilities	MAR 23	DEC 22	DEC 21
Current Liabilities			
Labor Obligations	145.1	140.0	117.9
Suppliers	236.2	297.0	269.4
Tax Obligations	122.1	102.7	84.6
Loans, Financing, Debentures, Leasing	577.0	575.7	407.7
Dividends & IoC - Payable	227.3	227.3	243.6
Contractual Collateral and Withholding	2.3	2.2	2.2
Revenue to be Appropriated	3.5	3.6	0.7
Derivative Financial Instruments	16.3	15.7	11.6
Other Bills to Pay	107.9	92.0	85.6
Retirement and Health Care Plan Provisions	68.2	67.4	77.3
Labor Provisions	126.7	106.0	96.6
Total Current Liabilities	1,632.6	1,629.6	1,397.2
Non-current Liabilities			
Suppliers	1.1	1.1	2.8
Loans, Financing, Debentures, Leasing	4,601.8	4,507.6	3,712.9
Revenue to be Appropriated	10.4	11.3	-
Other Bills to Pay	87.8	88.0	3.0
Retirement and Health Care Plan Provisions	954.3	943.7	1,082.9
Provisions	752.5	689.0	615.6
Total Non-current Liabilities	6,407.9	6,240.7	5,417.1
Total Liabilities	8,040.5	7,870.3	6,814.3
Equity			
Issued Capital Share	3,996.1	3,996.1	3,996.1
Revaluation Reserve	53.4	54.4	59.0
Profit Reserve	4,515.9	4,515.9	3,696.9
Accumulated Profits	320.6	-	-
Equity Valuation Adjustments	4.3	4.3	4.5
Other Statements of Comprehensive Income	216.2	216.2	69.8
Total Shareholders' Equity	9,106.5	8,786.9	7,826.3
Total Liabilities and Shareholders' Equity	17,147.0	16,657.2	14,640.6

Cash Flow Statement	1Q23	1Q22	1Q21
Cash Flow From Operating Activities			
Net Profit in the Period	319.6	291.9	246.5
Adjustments to reconcile net profit and net cash			
Depreciation & Amortization	116.3	105.4	94.4
Costs of write-offs in fixed and intangible assets	2.0	2.2	1.0
Adjustment to Recoverable Value of Assets	-0.6	-1.0	-0.6
Adjustment to Present Value - Financial Assets	-7.0	-6.2	-5.1
Provision for Losses in credit realizations	-45.4	51.2	17.6
Deferred Income Tax & Social Contribution, net	-40.9	-20.9	-8.2
Civil, Labor, Tax and Environmental Provisions	63.4	11.3	47.7
Retirement & Health Care Plan	11.4	20.2	14.7
Interest of Financing	97.9	79.0	50.7
Monetary Variations on Financing	41.2	31.1	15.9
Interest and Monetary Updates on Leasing	10.6	8.5	8.2
Exchange Variations, net	-0.1	-2.1	0.5
Derivatives Variations	0.6	2.5	-0.4
Result of Equity Method	0.4	0.7	0.4
Appropriation of costs on the third parties fundraising	1.8	1.5	0.9
Fair Value Adjustment - Investments	-	-0.1	0.3
	571.2	575.2	484.5
Variation in Assets & Liabilities			
Accounts Receivable from Customers	-71.9	-107.0	-88.2
Taxes and Contributions to recover	-1.2	-0.3	-0.1
Stocks	5.5	-7.6	3.9
Judicial Deposits	-18.1	-22.2	-33.5
Other Credits and Accounts Receivable	-3.4	-0.9	2.4
Suppliers	-60.8	-6.3	-36.3
Concession Contracts	-	-	-
Taxes and Contributions	140.7	125.9	107.3
Salaries and Charges Payable	25.8	29.3	-22.3
Contractual Collateral and Withholding	0.1	-	0.4
Revenues to be Appropriated	-0.9	16.8	-1.1
Income Tax and Social Contribution, paid	-121.3	-107.9	-78.6
Other Accounts to pay	15.7	-8.8	5.9
	-89.8	-89.0	-140.2
Cash Generated by Operation Activities	481.4	486.2	344.3
Cash Flow from Investments			
Investment in Fixed & Intangible Assets	-402.7	-352.6	-258.8
Investments Application	-0.4	-	-
Cash Generated by Investment Activities	-403.1	-352.6	-258.8
Cash Flow from Financing Activities			
Financing Obtained	132.0	670.2	563.6
Amortization on Financing	-59.6	-87.4	-106.8
Interest Payments on Financing	-107.8	-68.8	-50.0
Leasing Payments	-23.2	-20.8	-19.9
Costs in the Third Parties Fundraising	0.0	-11.3	-12.5
Linked Deposits	-14.9	-7.8	-9.8
Cash Generated by Financing Activities	-73.5	474.1	364.6
Variation in Cash and Cash Equivalent Balance	4.8	607.7	450.1
Cash and Cash Equivalent Initial Balance	1,207.9	983.1	874.3
Cash and Cash Equivalent Final Balance	1,212.7	1,590.8	1,324.4

Earnings Videoconference | 1Q23

Friday, May 12, 2023 | 10:00 AM

Access the Webcast at ri.sanepar.com.br

Investor Relations

Financial and Investor Relations Officer

Abel Demetrio

Investor Relations Manager

Ricardo Garcia Gonçalves

Investor Relations Team

Daniela Hilário Fioramosca

Jamile Gema de Oliveira

Marcos Aurélio Gaiovicz

ri@sanepar.com.br | ri.sanepar.com.br